



TRANSFORM LIVES, NOW AND BEYOND YOUR LIFETIME

Leave a Legacy of Hope Through a Charitable Remainder Trust

By planning in advance, you can save the lives of many little ones who may otherwise perish. You'll help them go to bed with a full stomach so they can learn and grow with enthusiasm and vigor. Giving a gift through a charitable remainder trust helps Compassion® continue to release children from poverty in Jesus' name after you're gone.

Protect Your Assets

After death, assets typically go to loved ones, the government or a charity. If your estate is taxable and your loved ones are the only beneficiaries, the government may consume a great deal of your estate. You may minimize this impact by adding Compassion as one of your primary beneficiaries.

This type of trust can provide you with income now, help you save taxes immediately and ultimately benefit the charities you care about most.

How a Charitable Remainder Trust Works

You give assets to the trust and, in return, the trust pays income for a period of years or for your lifetime. This income may be paid to you, your family or anyone you select.

Upon the death of the last person receiving the payments, the remaining balance in the trust goes to support our important work.

Your Rewards

A charitable remainder trust allows you to receive payments for life, knowing you'll help shape our future later. With this type of gift, you will:

- increase your income with a trust designed to pay interest on the assets you contribute
- receive a charitable deduction on taxes for a portion of your gift's value, if you itemize
- pay no upfront capital gains tax when you give unmortgaged appreciated assets to the trust
- gain the enduring satisfaction of having made a major commitment to children in need

Note: This is not written or intended as legal, tax or financial advice. You are encouraged to seek legal, tax and financial advice from professionals.

Annuity Trust versus Unitrust

When you set up a charitable remainder trust, you can choose between an annuity trust or a unitrust.

An **annuity trust** will pay you, year after year, a fixed amount chosen at the outset.

A **unitrust** will pay you a variable amount based on the annual value of the trust. If the value of the trust increases so does your income and your gift to Compassion. If the trust value decreases, so does your income and your donation.

Discuss these options with your tax and legal advisors to design a plan that works best for you.

Trust Tips

1. To make good financial sense, most charitable remainder trusts need a gift of at least \$100,000.
2. Your payments are based on a percentage of the trust's value. The percentage must be at least five percent.
3. To ensure that your trust is structured properly, it should be drafted and reviewed by your Estate Planning/Trust Attorney.

Consider using a charitable remainder trust to donate to Compassion. Your gift will help transform lives for years to come.

Give us a call at 855-315-5019 or email giftplanning@compassion.com to discuss the best ways to leave your legacy of hope. For more information, visit planmygift.compassion.com.

